Form 3160-3 (August 1999)

#### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

<ol><li>Lease Serial N</li></ol>	No.
----------------------------------	-----

APPLICATION !	FOR PERMIT TO	DRILL OR	REFNTER

APPLICATION FOR	PERMIT TO	DRILL OR REENTER	₹	d. II Indian, Motor of I	ine ivanie
la. Type of Work: X DRILL	RE	ENTER		7. If Unit or CA Agreeme	nt, Name and No.
b. Type of Well: Oil Well Gas Well	Other	Single Zone	Multiple Zone	8. Lease Name and Well I LOVE 1121-15L	 Vo.
2 Name of Operator KERR McGEE OIL & GAS ONSHORE	LP			9. API Well No. 43-047-	38754
3A. Address <mark>1368 SOUTH 1200 EAST VERNAL, U</mark>	T 84078	3b. Phone No. (include area (435) 781-7024	code)	10. Field and Pool, or Exp UNIDECTONATED	loratory Love
4. Location of Well (Report location clearly and in At surface NWSW 1782'FSL, 778'		215X 39,85		11. Sec., T., R., M., or Blk	, and Survey or Area
At proposed prod. Zone			559554	SEC. 15, T11S, R21I	<u> </u>
<ol> <li>Distance in miles and direction from nearest tow</li> <li>MILES SOUTH OF OURAY, UTA</li> </ol>		<b>,</b>		12. County or Parish UINTAH	13. State <b>UTAH</b>
5. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)		16. No. of Acres in lease 1920.00	17. Spacing Unit of 40.00	ledicated to this well	•
Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	REFER TO TOPO C	19. Proposed Depth <b>8420'</b>	20. BLM/BIA Bor BOND NO: W		
21. Elevations (Show whether DF, KDB, RT, GL, etc 5574' UNGRADED GL	2.)	22. Approximate date work	will start*	23. Estimated duration	
		24. Attachments			

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office.
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification.
- 6. Such other site specific information and/or plans as may be required by the authorized office.

25. Signature (1) ( landle 1 en )	Name (Printed/Typed)	Date
Mula Mallino	SHEILA UPCHEGO	10/12/2006
Title		
REGULATORY ANALYST\		
Approved by Aignature	Name (Printed/Typed)	Date
_ Destructive XV	RRADIEY G HILL	10-24-06
Title	OfficeNVIRONMENTAL MANAGER	
	l	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

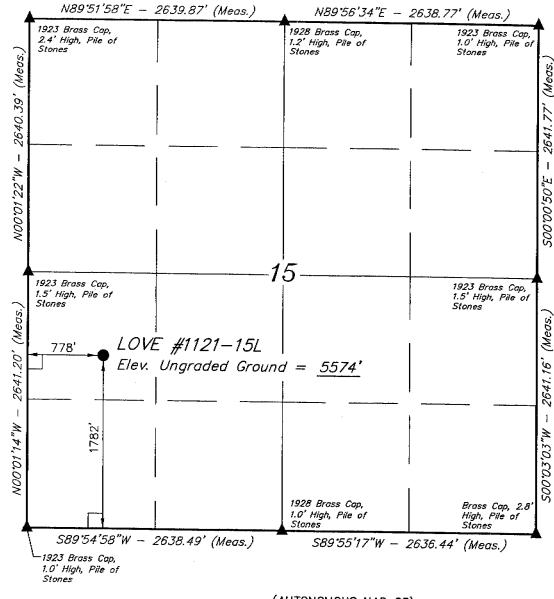
Federal Approved Action is Necessary

RECEIVED

OCT 2 0 2006

DIV. OF OIL, GAS & MINING

### T11S, R21E, S.L.B.&M.



#### LEGEND:

= 90' SYMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(AUTONOMOUS NAD 83)

LATITUDE = 39°51'29.66" (39.858239)

LONGITUDE = 109°33'36.83" (109.560231)

(AUTONOMOUS NAD 27)

LATITUDE = 39°51'29.78" (39.858272)

LONGITUDE = 109°33'34.36" (109.559544)

### Kerr-McGee Oil & Gas Onshore LP

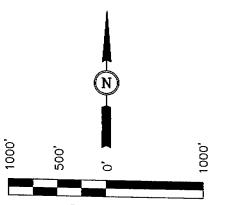
Well location, LOVE #1121—15L, located as shown in the NW 1/4 SW 1/4 of Section 15, T11S, R21E, S.L.B.&M. Uintah County, Utah.

#### BASIS OF ELEVATION

SPOT ELEVATION AT THE SOUTHEAST CORNER OF SECTION 2, T11S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5584 FEET.

#### BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



S C A L E

CERTIFICATE CO LAND

THIS IS TO CERTIFY THAT THE ABOVE FIELD NOTES OF ACTUAL SURVEY AND SUPERVISION AND THAT THE SAME BEST OF MY KNOWLEDGE AND BE

REGUESS AND SUPPLE

REVISED: 09-25-06

# UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: DATE DRAWN: 01-31-05 02-03-05
D.K. T.B. P.M.	REFERENCES G.L.O. PLAT
WEATHER FILI	Kerr-McGee Oil & Gas Onshore LP

#### LOVE 1121-15L NW/SW SEC. 15, T11S,R21E UINTAH COUNTY, UTAH UTU-8344-A

#### ONSHORE ORDER NO. 1

#### DRILLING PROGRAM

#### 1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	693'
Top of Birds Nest Water	900'
Mahogany	1394'
Wasatch	3702'
Mesaverde	6355'
MVU2	7385'
MVL1	7939'
TD	8420'

#### 2. <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	693'
Water	Top of Birds Nest Water	900'
	Mahogany	1394'
Gas	Wasatch	3702'
Gas	Mesaverde	6355'
Gas	MVU2	7385'
Gas	MVL1	7939'
Water	N/A	
Other Minerals	N/A	

#### 3. Pressure Control Equipment (Schematic Attached)

Please refer to the attached Drilling Program.

#### 4. Proposed Casing & Cementing Program:

Please refer to the attached Drilling Program.

#### 5. Drilling Fluids Program:

Please refer to the attached Drilling Program.

#### 6. Evaluation Program:

Please refer to the attached Drilling Program.

#### 7. <u>Abnormal Conditions</u>:

Maximum anticipated bottomhole pressure calculated at 8420' TD, approximately equals 5220 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3368 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

#### 8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

#### 9. Variances:

Please refer to the attached Drilling Program.

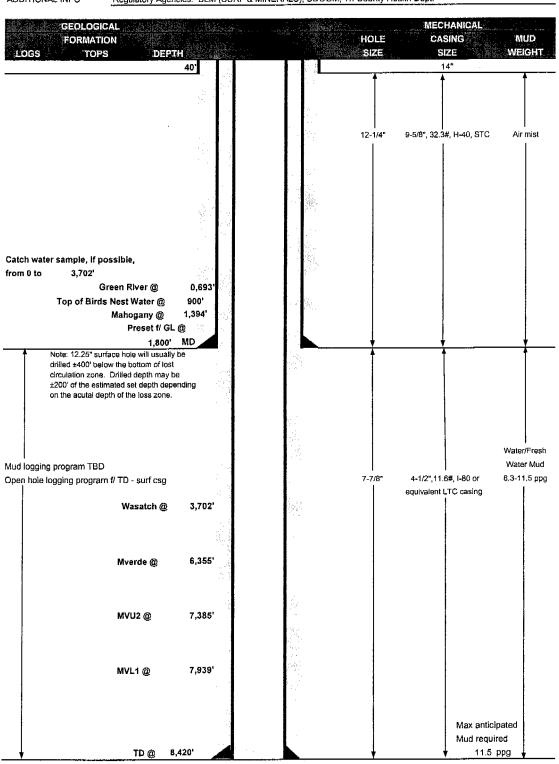
#### 10. Other Information:

Please refer to the attached Drilling Program.



## KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP	DATE	October 1	2, 2006		
WELL NAME	LOVE 1121-15L	TD	8,420'	MD/TVD		
FIELD Natural But	es COUNTY Uintah STATE	Utah	ELEVATION	5,574' GL	KB 5,589'	
SURFACE LOCATION	NWSW SEC. 15, T11S, R21E 1782 FSL, 778	FWL			BHL Straight Hole	
	Latitude: 39.858239 Longitude: 109	,560231				_
OBJECTIVE ZONE(S)	Wasatch/Mesaverde					_
ADDITIONAL INFO	Regulatory Agencies: BLM (SURF & MINERA	ALS), UDOG	M, Tri-County H	lealth Dept.		_





#### KERR-McGEE OIL & GAS ONSHORE LP

#### DRILLING PROGRAM

#### CASING PROGRAM

								DESIGN FACT	ORS
	SIZE	INT	TERVAL	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'						
		7.			est <sub>ij</sub> s		2270	1370	254000
SURFACE	9-5/8"	0	to 1800	32.30	H-40	STC	0.71******	1.63	4.99
					- 1, 1	. J. 60°.	7780	ે ∶6350	201000
PRODUCTION	4-1/2"	0	to 8420	11.60	1-80	LTC	2.44	1.26	2.36
					· · ·				16 - 1 <sub>1</sub>
				1					

- 1) Max Anticipated Surf. Press.(MASP) (Surface Cesing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

11.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

MASP 3183 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psl/ft

#### CEMENT PROGRAM

		FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele			1、機能的。	
	TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		and the second	+ 2% CaCl + .25 pps flocele		taring	1.00 to 4.00 to 1.00 t	1/4
	TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE			NOTE: If well will circulate water to su	ırface, op	tion 2 will b	e utilized	
Option 2	LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		Note that the	+.25 pps Flocele + 3% salt BWOC	1.50			
	TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
			+ .25 pps flocele		- 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1		Hin. 8 Kit
	TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
			#Assistant February (1974) to the				
PRODUCTION	V LEAD	3,200'	Premium Lite II + 3% KCI + 0.25 pps	350	60%	11.00	3.38
		gala (1849).	celloflake + 5 pps gilsonite + 10% gel	a 7.51			<b>経</b> りの は
			+ 0.5% extender				
				Volyaka.	kan bew	TTA JAK	
	TAIL	5,220'	50/50 Poz/G + 10% salt + 2% gel	1460	60%	14.30	1.31
		27.2.	+:1% R-3				

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.	
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.	
		, New York

#### ADDITIONAL INFORMATION

BOPE: 11" 5M with or	ne annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &
tour sheet. Function to	est rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper
& lower kelly valves.	
Drop Totco surveys ev	very 2000'. Maximum allowable hole angle is 5 degrees.
Most rigs have PVT Sy	ystems for mud monitoring. If no PVT is available, visual monitoring will be utililzed.

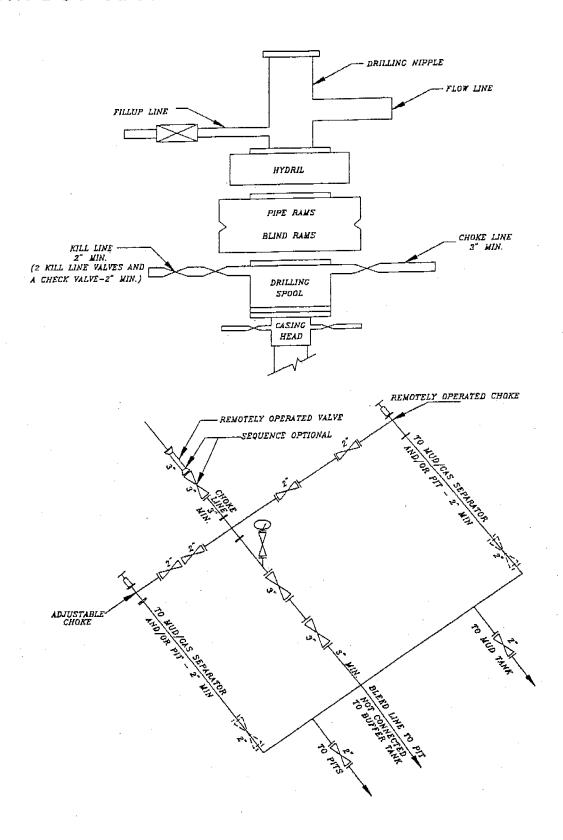
DRILLING	SUPERINTENDENT:

Randy Bayne LOVE1121-15L DHD.xls

. .

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

## 5M BOP STACK and CHOKE MANIFOLD SYSTEM



#### LOVE 1121-15L NW/SW SEC. 15, T11S, R21E UINTAH COUNTY, UTAH UTU-8344-A

#### **ONSHORE ORDER NO. 1**

#### MULTI-POINT SURFACE USE & OPERATIONS PLAN

#### 1. Existing Roads:

Directions to the proposed location are attached.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

#### 2. Planned Access Roads:

Approximately 200' +/- of new access roads is proposed. Refer to Topo Map B.

The access road will be crowned (2 to 3%), ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development.</u> 1989.

The road surface and shoulders will be kept in a safe and usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free-flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing or shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches, and the turnouts kept clear so that snowmelt will be channeled away from the road.

#### 3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

#### 4. Location of Existing & Proposed Facilities & Pipelines:

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon (2.5 Y 6/2) as determined during the on-site inspection.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

#### Variances to Best Management Practices (BMP) Requests:

Approximately 1570' +/- of 4" steel pipeline is proposed from the location to tie-in to an existing pipeline. Please refer to the Topo Map D. The pipeline will be butt-welded together.

The pipeline shall be installed on surface within access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

#### 5. Location and Type of Water Supply:

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec.32, T4S,R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B. No water well is to be drilled on this lease.

#### 6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

#### 7. <u>Methods of Handling Waste Materials</u>:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

A plastic reinforced liner is to be used as discussed during on-site inspection. It will be a minimum of 20 mil thick and felt with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E. (Request is in lieu of filing Form 3160-5, after initial production).

#### 8. Ancillary Facilities:

None are anticipated.

#### 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

The reserve pit fencing will be on three sides during drilling operations, and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

#### 10. Plans for Reclamation of the Surface:

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water (s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

When the pit is backfilled, the topsoil pile shall be spread on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The following seed mixture will be used to reclaim the surface for interim reclamation using appropriate reclamation methods. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for drilled seeds are:

Galleta Grass

20 lbs.

The operator shall call BLM for the seed mixture when final reclamation occurs.

#### 11. Surface Ownership:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435) 781-4400

#### 13. Other Information:

A Class III archaeological survey has been performed and completed on March 15, 2005, the Archaeological Report No. 05-13.

A Paleontological survey has been performed and completed on April 7, 2005, the Paleontological Report No. 05-37. This report are submitted along with the Application for Permit to Drill (APD).

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of

Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance. The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

#### 13. <u>Lessee's or Operators's Representative & Certification:</u>

Sheila Upchego Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7024 Randy Bayne Drilling Manager Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil &Gas Onshore LP is considered to be the operator of the subject well. Westport Oil & Gas Company agrees to be responsible under the terms and the conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by BLM Nationwide Bond #WY-2357.

I hereby certify that the proposed drill site and access route has been inspected and that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Sheila Upchego

October 12, 2006

Date

## KERR McGEE OIL AND GAS ONSHORE L.P. LOVE #1121-15L SECTION 15, T11S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY. DIRECTION APPROXIMATELY 20.5 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN LEFT AND PROCEED IN A SOUTHERLY, THEN NORTHEASTERLY, SOUTHEASTERLY DIRECTION APPROXIMATELY 3.0 MILES TO THE BEGINNING OF THE PROPOSED ACCESS ROAD FOR THE #1121-16P TO THE NORTH; FOLLOW ROAD FLAGS IN A NORTHERLY DIRECTION APPROXIMATLEY 200' TO THE PROPOSED #1121-16P LOCATION AND THE BEGINNING OF THE PROPOSED ACCESS ROAD FOR THE #1121-16J TO THE NORTHWEST; FOLLOW ROAD FLAGS IN A NORTHWESTERLY DIRECTION APPROXIMATLEY 0.2 MILES TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE NORTH; FOLLOW ROAD Α NORTHERLY. THEN NORTHEASTERLY DIRECTION APPROXIMATLEY 0.4 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 55.1 MILES.

### KERR McGEE OIL AND GAS ONSHORE L.P.

LOVE #1121-15L

LOCATED IN UINTAH COUNTY, UTAH SECTION 15, T11S, R21E, S.L.B.&M.

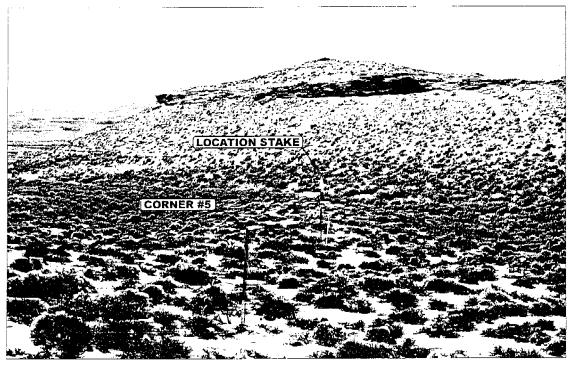


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHERLY

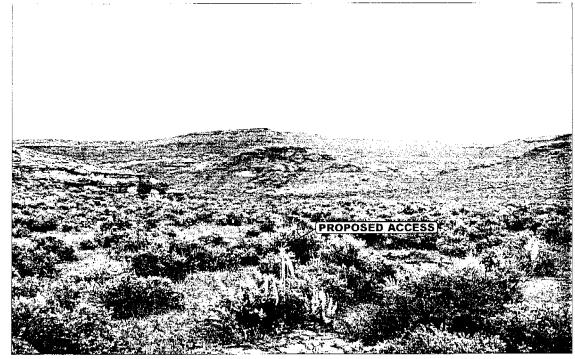


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHWESTERLY



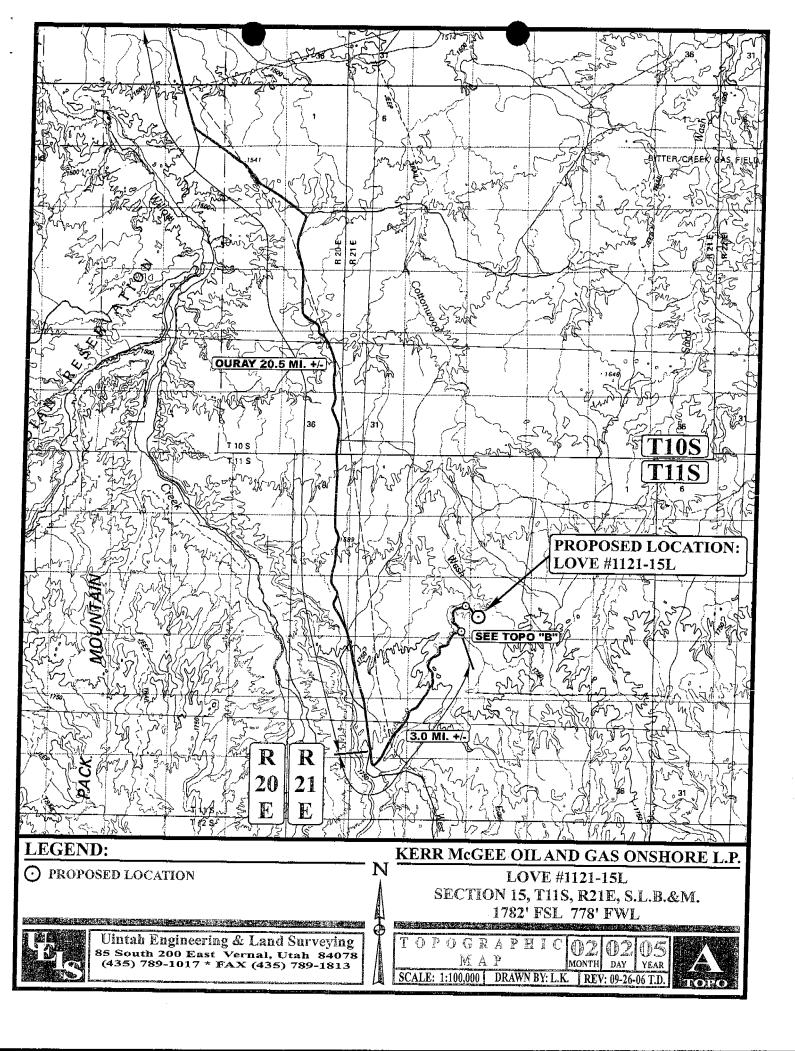
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

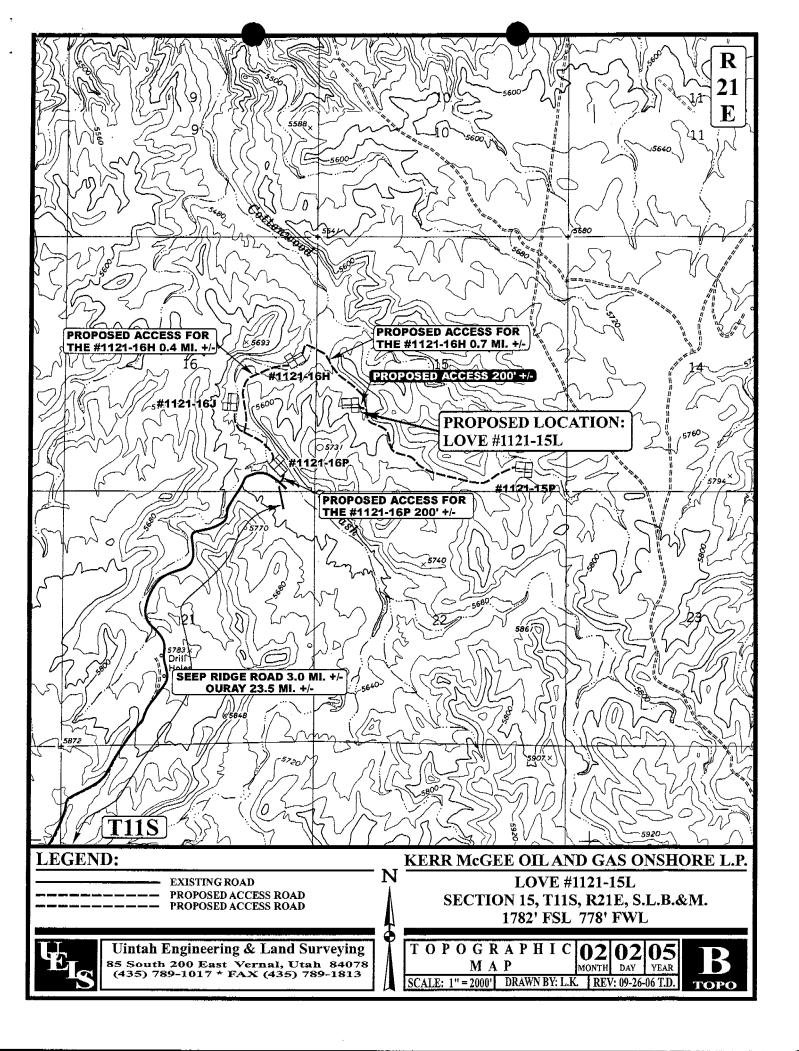
LOCATION PHOTOS

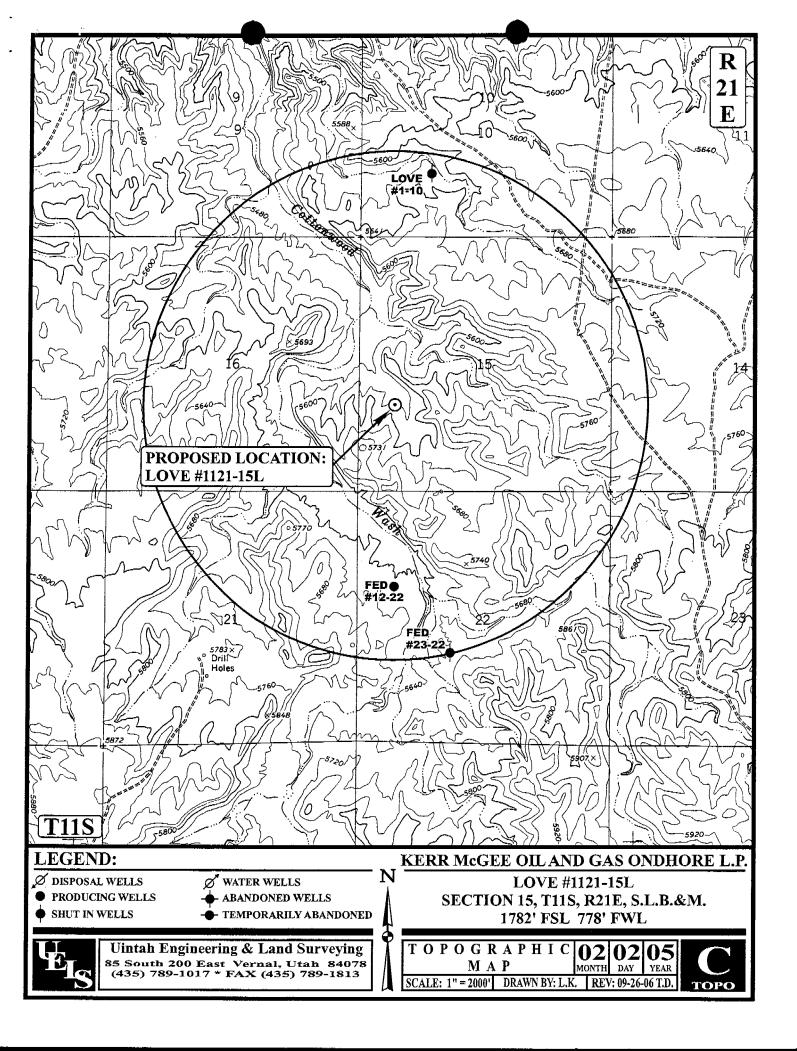
02|02|0

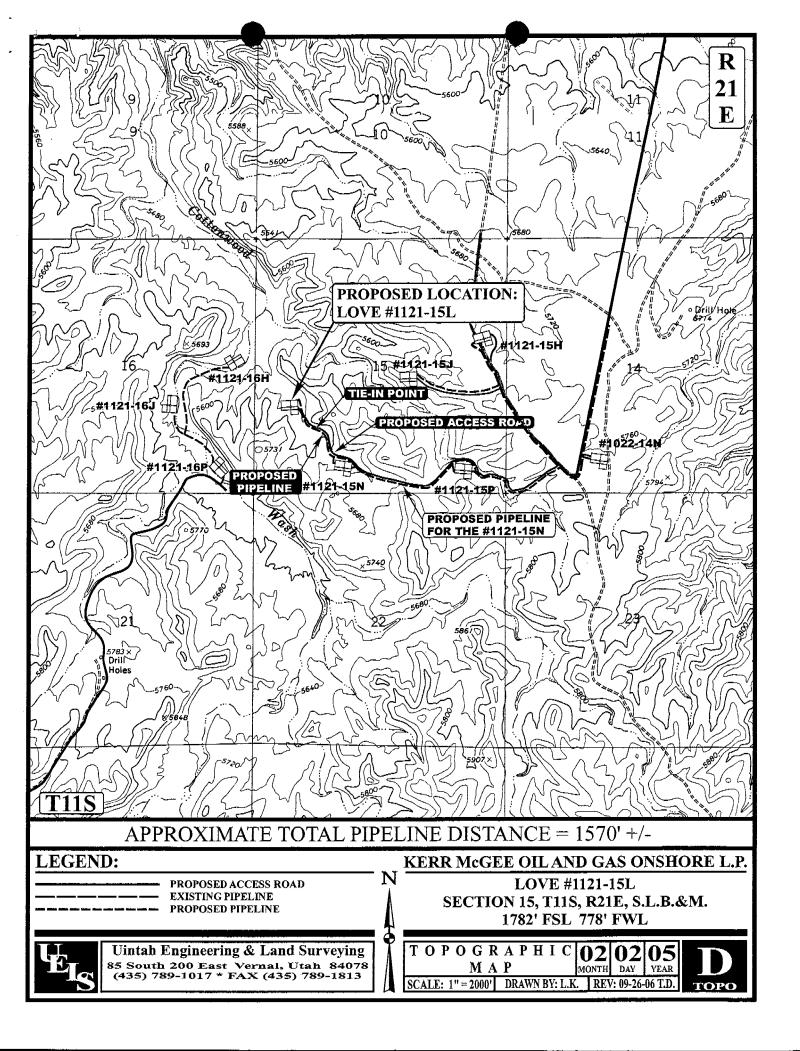
РНОТО

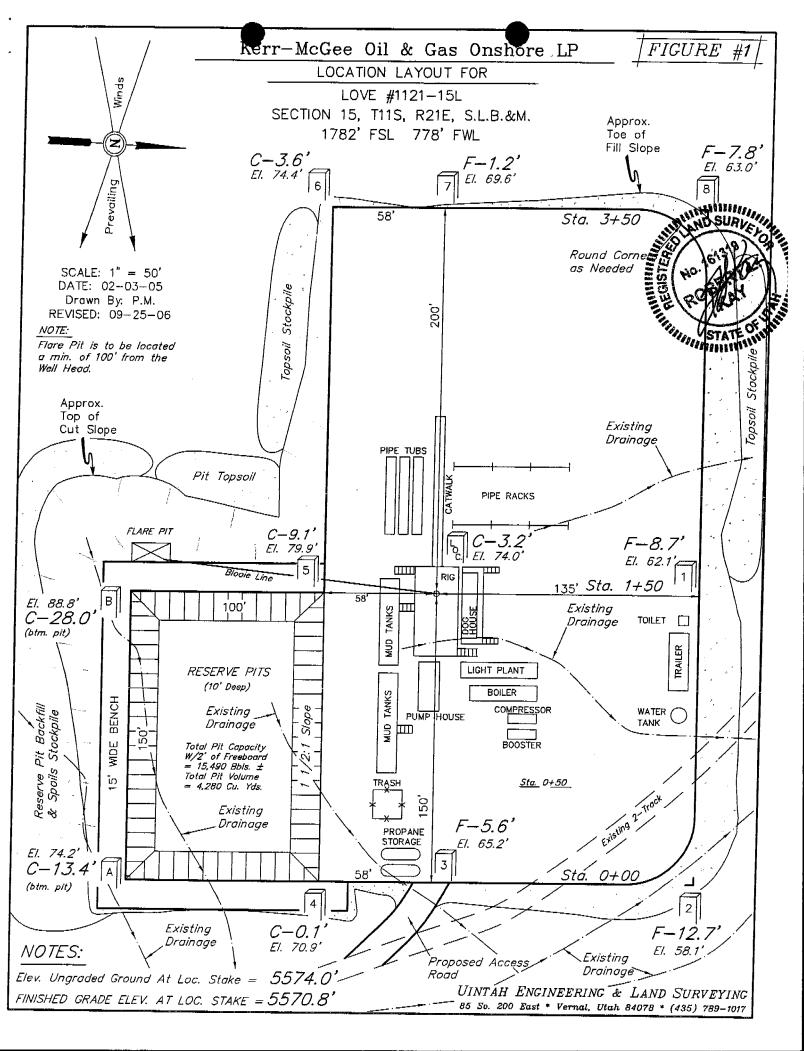
TAKEN BY: D.K. DRAWN BY: L.K. REV: 09-26-06 T.D.

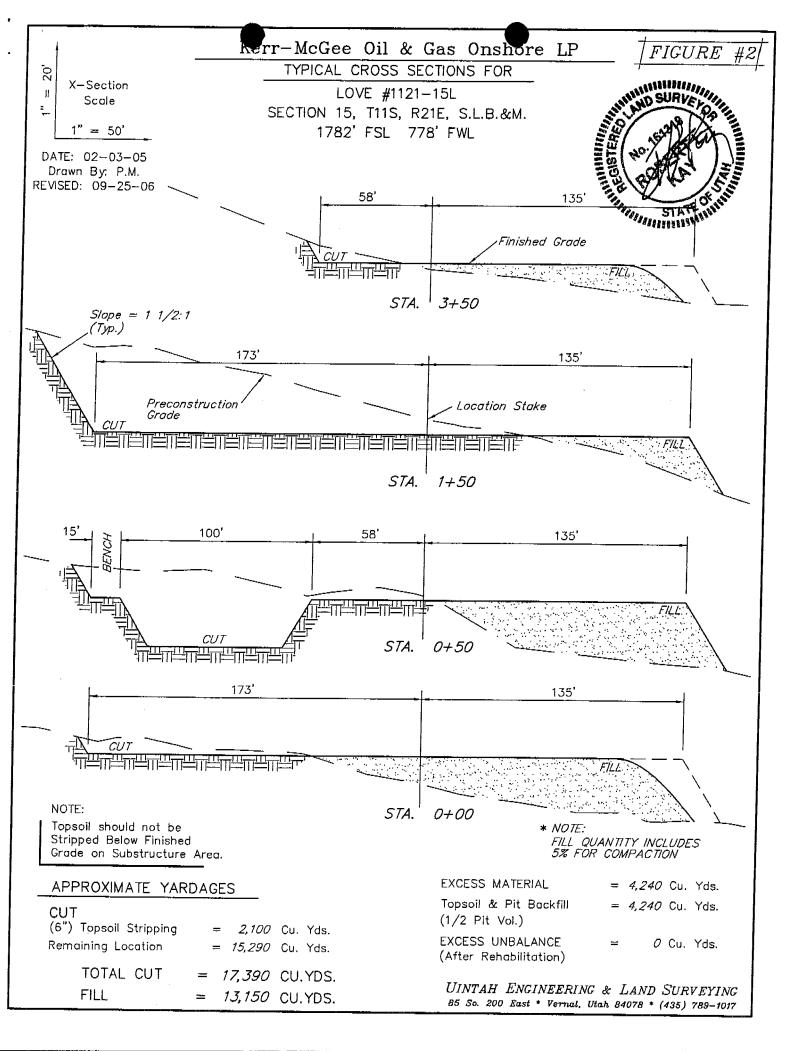




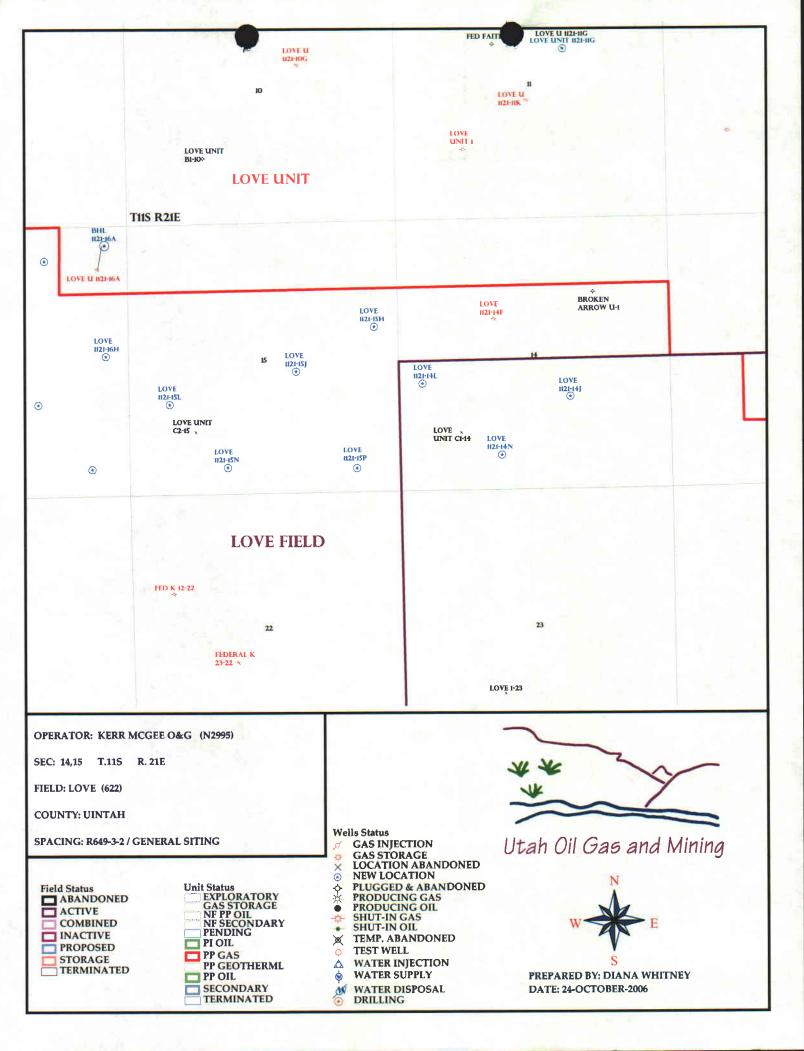








APD RECEIVED: 10/20/2006	API NO. ASSIGNED: 43-047-38754
WELL NAME: LOVE 1121-15L  OPERATOR: KERR-MCGEE OIL & GAS ( N2995 )  CONTACT: SHEILA UPCHEGO	PHONE NUMBER: 435-781-7024
PROPOSED LOCATION:  NWSW 15 110S 210E  SURFACE: 1782 FSL 0778 FWL  BOTTOM: 1782 FSL 0778 FWL  COUNTY: UINTAH	INSPECT LOCATN BY: / / Tech Review Initials Date Engineering
LATITUDE: 39.85823 LONGITUDE: -109.5596  UTM SURF EASTINGS: 623215 NORTHINGS: 44128  FIELD NAME: LOVE ( 622	
LEASE TYPE: 1 - Federal  LEASE NUMBER: UTU-8344-A  SURFACE OWNER: 1 - Federal	PROPOSED FORMATION: WSMVD COALBED METHANE WELL? NO
Plat  Bond: Fed[1] Ind[] Sta[] Fee[]  (No. WY-2357 )  Potash (Y/N)  Oil Shale 190-5 (B) or 190-3 or 190-13  Water Permit  (No. 43-8496 )  RDCC Review (Y/N)  (Date: )  LMA Fee Surf Agreement (Y/N)  LMA Intent to Commingle (Y/N)	LOCATION AND SITING:  R649-2-3.  Unit:  R649-3-2. General         Siting: 460 From Qtr/Qtr & 920' Between Wells         R649-3-3. Exception  Drilling Unit         Board Cause No:         Eff Date:         Siting:  R649-3-11. Directional Drill
STIPULATIONS: 1- Court Reported  2- Space of Stip	φ





State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

October 24, 2006

Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078

Re:

Love 1121-15L Well, 1782' FSL, 778' FWL, NW SW, Sec. 15, T. 11 South, R. 21 East, Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-38754.

Sincerely,

Gil Hunt

Associate Director

Stil 7/7

pab Enclosures

cc:

**Uintah County Assessor** 

Bureau of Land Management, Vernal District Office

Operator:	Kerr-McGee Oil & Gas Onshore LP			
Well Name & Number	Love 1121-15L			
API Number:	43-047-38754			
Lease:	UTU-8344-A			
Location: <u>NW SW</u>	Sec. 15	T. 11 South	R. 21 East	

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Form 3 160-5 (August 1999)

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

5. Lease Serial No.

#### SUNDRY NOTICES AND REPORTS ON WELLS

not use this form for proposals to drill or reenter an

UTU-8344-A 6 If Indian Allottee or Tribe Name

	Use Form 3160-3 (APD) fo					O. II IIIQIZII,	Allot	tee of Tribe Name
SUBMIT IN TRIPLICATE – Other instructions on reverse side				7. If Unit or	· CA/	Agreement, Name and/or No.		
1. Type of Well  Oil Well  Gas Well	Other					8. Well Nan	ne and	i No.
2. Name of Operator						LOVE 1121-15L		
KERR McGEE OIL AND GA	S ONSHORE LP					9. API Well	No.	
3a. Address	31	o. Pl	none No. (includ	le are	ea code)	43047387	4304738754	
1368 SOUTH 1200 EAST VE	ERNAL. UT 84078 4	35-7	81-7003			10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec., 2						LOVE	LOVE	
1782'FSL-778'FWL					1	11. County or Parish, State		
NWSW SEC 15-T11S-R21E						UINTAH,	UTA	H
12. CHECK APP	ROPRIATE BOX(ES) TO INI	DICA'	TE NATURE	OF N	NOTICE, RI	EPORT, OR	OTH	ER DATA
TYPE OF SUBMISSION			TYF	PE O	F ACTION			
Notice of Intent	Acidize Alter Casing	=	pen cture Treat		Production (	(Start/Resume	) [	Water Shut-Off Well Integrity
Subsequent Report	Casing Repair Change Plans	=	v Construction g and Abandon	R	Recomplete Temporarily		X	Other APD EXTENSION DOGM
Final Abandonment Notice	Convert to Injection	=	g Back	ō	Water Dispo			
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Attachment that the site is ready for fin THE OPERATOR REQUEST LOCATION SO THAT THE ITACHMENT APPROVED BY THE DIVISI	operations. If the operation results and onment Notices shall be filed of all inspection.  TS AUTHORIZATION FOR DRILLING OPERATIONS	in a minly aft  OR A  MA	ultiple completion or all requirement ONE YEAR Y BE COMF	n or rents, in	ecompletion in cluding reclar	n a new interva mation, have be N FOR THI E ORI <b>SIND</b> Utal	l, a Fo een co E SU (b)44	orm 3160-4 shall be filed once impleted, and the operator has
14. I hereby certify that the foregoing	is true and correct			<del></del>				
Name (Printed/Typed)  REBECCA WORTHEN  Title  LAND SPECIALIST								
Signature Policia Wotter Date September 18, 2007								
THIS SPACE FOR FEDERAL OR STATE USE								
Approved by			Title			Date		
Conditions of approval, if any, are attached certify that the applicant holds legal or equi which would entitle the applicant to conduct	table title to those rights in the subject operations thereon.	t lease	Office					
Title 18 U.S.C. Section 1001, make false, fictitious or fraudulent statement						artment or age	en cy (	of the United States any

(Instructions on reverse)

RECEIVED SEP 2 5 2007

#### Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

API: 4304738745	
Well Name: LOVE 1121-15L Location: NWSW, SEC 15-T11S-R21E	
Company Permit Issued to: KERR-MCGEE OIL AND GAS ONSHORE LP Date Original Permit Issued: 10/24/2006	
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.	
Following is a checklist of some items related to the application, which should be verified.	<u>)e</u>
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑	
Have any wells been drilled in the vicinity of the proposed well which would affer the spacing or siting requirements for this location? Yes□ No ☑	∍ct
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑	
Have there been any changes to the access route including ownership, or right of-way, which could affect the proposed location? Yes□No☑	-
Has the approved source of water for drilling changed? Yes□ No☑	
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑	
Is bonding still in place, which covers this proposed well? Yes ☑ No ☐	
Signature 9/17/2007 Date	
Title: LAND SPECIALIST	
Representing: Kerr McGee Oil and Gas Onshore LP  RECEIVED	

SEP 2 5 2007

Form 3160-3 (August 1999)

## **UNITED STATES**

OMB No. 1004-0136 Expires November 30, 2000

FORM APPROVED

DEPARTMENT OF THE INTERIOR				5. Lease Serial No.		
BUREAU OF LAND MANAGEMENT				UTU-8344-A		
APPLICATION FOR PERMIT TO DRIEMOR REENTER -				6. If Indian, Allotte	e or Tribe Name	
la. Type of Work: X DRILL RE	ENTER	OCT 2 4 20	06	7. If Unit or CA Ag	reement, Name and No.	
_		_		8. Lease Name and		
b. Type of Well: Oil Well X Gas Well Other		Single Zone ALX	Multiple Zone	LOVE 1121-15L		
2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP	DLIV	I VENIVAL,	UIAN	9. API Well No. 43 047	38754	
3A. Address 1368 SOUTH 1200 EAST VERNAL, UT 84078	(435) 781		ode)	10. Field and Pool, or Exploratory UNDESIGNATED		
4. Location of Well (Report location clearly and in accordance with At surface NWSW 1782'FSL, 778'FWL	ı any State req	nuirements.*)			or Blk, and Survey or Area	
At proposed prod. Zone	<u></u>			SEC. 15, T11S,		
14. Distance in miles and direction from nearest town or post office?  27.6 MILES SOUTH OF OURAY, UTAH	•			12. County or Paris	UTAH	
15. Distance from proposed*	16. No. of A	Acres in lease	17. Spacing Unit de	<u> </u>	1017111	
location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	1920.00	ter es in iouse	40.00			
18. Distance from proposed location* to nearest well, drilling, completed, REFER TO	19. Propose	d Depth	20. BLM/BIA Bon			
applied for, on this lease, ft. TOPO C	8420'		BOND NO: WY	(-230 <i>1</i>		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5574' UNGRADED GL	22. Approx	imate date work w	ill start*	23. Estimated duration		
	24. <i>P</i>	Attachments				
The following, completed in accordance with the requirements of Or	shore Oil and	Gas Order No. 1,	shall be attached to th	is form:		
1. Well plat certified by a registered surveyor.		4. Bond to co	over the operations u	nless covered by an exi	sting bond on file (see	
2. A Drilling Plan.		Item 20 ab	ove).			
3. A Surface Use Plan (if the location is on National Forest System l	Lands, the	5. Operator ce	ertification.			
SUPO shall be filed with the appropriate Forest Service Office.  6. Such other site specific information and/or plans as may be required by the authorized office.				be required by the		
25. Signature	Nai	ne (Printed/Typed)	)		Date	
THUE MIMUUTO	¦sн	EILA UPCHE	GO		10/12/2006	
Title						
REGULATORY ANALYST						
Approved by (Signature)	,	me (Printed/Typed,			Date	
Ay Rough		TERRY KENC	zka		1-28-2008	
Title Assistant Field Manager Lands & Mineral Resources	'Offi	ce	erval field	OFFICE		
Application approval does not warrant or certify that the applicant he	olds legal or e	quitable title to the	se rights in the subjec	et lease which would en	title the applicant to conduct	
operations thereon.						
Conditions of approval, if any, are attached.						
Title 19 H.C.C. Spation 1001 and Title 43 H.S.C. Section 1212, make	it a crime for	any person knowi	ngly and willfully to	make to any department	t or agency of the United	

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

HOTICE OF APPROVAL

# CONDITIONS OF APPROVAL ATTACHED

RECEIVED FEB 0 1 2008

DIV. OF OIL, GAS & MINING

NOS 2/7/05 05 LW 12067E



# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



#### CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Kerr-McGee Oil & Gas Onshore, LP Location: NWSW, Sec. 15, T11S, R21E

Well No: Love 1121-15L Lease No: UTU-8344-A

API No: 43-047-38754 Agreement: N/A

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:		(435) 781-4476	
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Jannice Cutler	(435) 781-3400	(435) 828-3544
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
		Fax: (435) 781-3420	•

## A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

#### **NOTIFICATION REQUIREMENTS**

Construction Activity	The Ute Tribe Energy & Minerals Dept. shall be notified in writing 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday.
Construction Completion	Upon completion of the pertinent APD/ROW construction, notify the Ute Tribe Energy & Minerals Dept. for a Tribal Technician to verify the Affidavit of Completion.
Spud Notice (Notify Petroleum Engineer)	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 6

Well Name: Love 1121-15L

1/23/2008

#### SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

#### **General Surface COAs**

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer AO. A report will be prepared by a BLM permitted paleontologist and submitted to the AO at the completion of surface disturbing activities.

#### **Specific Surface COAs**

- The topsoil from the reserve pit should be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be recontoured and the topsoil respread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be recontoured to natural contours, topsoil respread where appropriate, and the entire location seeded with the recommended seed mix. Seeding should take place by broadcasting the seed and walking it into the soil with a dozer immediately after the dirt work is completed.
- The lessee/operator is given notice that lands in the lease have been identified as
  containing crucial pronghorn (antelope) habitat. It is requested that the lessee/operator
  not initiate surface disturbing activities or drilling from May 15 through June 20. A
  survey may be conducted by a qualified biologist or a BLM representative during this
  timing period to determine if pronghorn are in the area.
- No construction, drilling, fracing, or workover operations will be conducted from February 15<sup>th</sup> to May 31<sup>th</sup> to protect sage grouse while they are strutting/nesting.
- Low profile tanks will be used to help protect sage grouse.
- Minimize noise issuing.
- Do not construct overhead power lines or other structures to the locations without review from the BLM.

Page 3 of 6

Well Name: Love 1121-15L 1/23/2008

#### DOWNHOLE CONDITIONS OF APPROVAL

#### SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

- A casing shoe integrity test shall be run on the surface casing shoe.
- Production casing cement shall be brought up and into the surface casing. Production
  casing minimum cement top is 800 ft. The minimum cement top is 1000 ft above the
  surface casing shoe (set at 1800 ft).
- Cement Top (TOC) standard will place cement behind casing across formation lost circulation zone, Birds Nest Zone.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

#### DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment BOPE shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded
  in the daily drilling report. Components shall be operated and tested as required by
  Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE
  pressure tests shall be performed by a test pump with a chart recorder and <u>NOT</u> by the
  rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.

Page 4 of 6 Well Name: Love 1121-15L

1/23/2008

• The operator must report encounters of all non oil & gas mineral resources such as Gilsonite, tar sands, oil shale, trona, etc. to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth from KB or GL of encounter, vertical footage of the encounter and, the name of the person making the report along with a telephone number should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- Chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field
  Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers
  until the well is completed.
- A cement bond log CBL will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 6 Well Name: Love 1121-15L

1/23/2008

#### **OPERATING REQUIREMENT REMINDERS:**

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" Oil and Gas Operations Report OGOR starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 303 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
  - o Operator name, address, and telephone number.
  - o Well name and number.
  - Well location ¼¼, Sec., Twn, Rng, and P.M..
  - Date well was placed in a producing status date of first production for which royalty will be paid.
  - The nature of the well's production, i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons.
  - The Federal or Indian lease prefix and number on which the well is located;
     otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - Unit agreement and/or participating area name and number, if applicable.
  - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees NTL 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events fires, accidents, blowouts, spills, discharges as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" BLM Form 3160-4 shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include

Page 6 of 6 Well Name: Love 1121-15L

1/23/2008

deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples cuttings, fluid, and/or gas shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
  Office Petroleum Engineers will be provided with a date and time for the initial meter
  calibration and all future meter proving schedules. A copy of the meter calibration reports
  shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to
  the API standards for liquid hydrocarbons and the AGA standards for natural gas
  measurement. All measurement points shall be identified as the point of sale or allocation
  for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or
  workover equipment shall be removed from a well to be placed in a suspended status
  without prior approval of the BLM Vernal Field Office. If operations are to be suspended for
  more than 30 days, prior approval of the BLM Vernal Field Office shall be obtained and
  notification given before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" Form BLM 3160-5 must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING	
	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-8344-A
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: Love 1121-15L
2. NAME OF OPERATOR:	9. API NUMBER:
Kerr McGee Oil and Gas Onshore, LP  3. ADDRESS OF OPERATOR:	4304738754
PO Box 173779 CITY Denver STATE CO ZIP 80217-3779 PHONE NUMBER: (720) 929-6171	10. FIELD AND POOL, OR WILDCAT: Natural Buttes Field
4. LOCATION OF WELL	
FOOTAGES AT SURFACE: 1782 FSL & 778 FWL	соилту: Uintah
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWSW 15 11S 21E	STATE:
	UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	
✓ NOTICE OF INTENT (Submit in Duplicate)  ACIDIZE  DEEPEN  DEEPEN  ALTER CASING  FRACTURE TREAT	REPERFORATE CURRENT FORMATION
Approximate date work will start:	SIDETRACK TO REPAIR WELL
CASING REPAIR NEW CONSTRUCTION  CHANGE TO PREVIOUS PLANS  OPERATOR CHANGE	TEMPORARILY ABANDON
CHANGE TUBING PLUG AND ABANDON	TUBING REPAIR
SUBSEQUENT REPORT CHANGE WELL NAME BLUG BACK	WATER DISPOSAL
(Submit Original Form Only)  Date of work completion:  CHANGE WELL STATUS  PRODUCTION (START/RESUME)	WATER SHUT-OFF
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	✓ OTHER: APD Extension
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	<u> </u>
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes	, etc.
Kerr McGee Oil and Gas Onshore, LP respectfully requests a one year extension for Love 11 drilling operations. The Utah Division of Oil, Gas, and Mining initially approved this APD on 10  Approved by the Utah Division of	21-15L, in order to complete 0/24/2006.
Oil, Gas and Mining	
Date: CA-1668  By:	
NAME (PLEASE PRINT) Victoria Marques TITLE Regulatory Intern	
SIGNATURE Vitoria Morçaux DATE 9/11/2008	
ois space for State use only)	
COPY SENT TO OPERATOR	RECEIVED
Date: 9.17.2008	SEP 1.5 2008
(See Instructions on Reverse Side)	
Initials:	DIV. OF OIL, GAS & MINING



#### Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

Well Name: Love 1121-15L  Location: NWSW 1782 FSL 778 FWL Sec. 15 T 118  Company Permit Issued to: Kerr McGee Oil and Date Original Permit Issued: 10/24/2006			
The undersigned as owner with legal rights to dr above, hereby verifies that the information as su approved application to drill, remains valid and o	bmitted in the previously		
Following is a checklist of some items related to verified.	the application, which should be		
If located on private land, has the ownership cha agreement been updated? Yes □ No ☑	anged, if so, has the surface		
Have any wells been drilled in the vicinity of the the spacing or siting requirements for this location	proposed well which would affect on? Yes⊟No⊠		
Has there been any unit or other agreements purpermitting or operation of this proposed well? Yes			
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes □ No ☑			
Has the approved source of water for drilling cha	ınged? Yes⊟No⊠		
Have there been any physical changes to the su which will require a change in plans from what w evaluation? Yes□No☑			
Is bonding still in place, which covers this propos	ed well? Yes ☑ No □		
Victoria Margues	9/11/2008		
Signature V	Date		
Title: Regulatory Intern			
Representing: Kerr McGee Oil and Gas Onshore, LP			

RECEIVED SEP 1 5 2008

			FORM 9		
STATE OF UTAH  DEPARTMENT OF NATURAL RESOURCES  DIVISION OF OIL, GAS, AND MINING			FORM 9		
			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-8344-A		
SUND	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
	sals to drill new wells, significantly deepen igged wells, or to drill horizontal laterals. l		7.UNIT or CA AGREEMENT NAME:		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: LOVE 1121-15L		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		<b>9. API NUMBER:</b> 43047387540000		
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	<b>PHONE NUMBER:</b> 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: LOVE		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1782 FSL 0778 FWL			COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWSW Section: 15	I <b>P, RANGE, MERIDIAN:</b> 5 Township: 11.0S Range: 21.0E Meridian:	: S	STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	CASING REPAIR		
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME		
9/14/2009	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	New construction		
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK		
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
SPUD REPORT			TEMPORARY ABANDON		
Date of Spud:	☐ REPERFORATE CURRENT FORMATION				
	☐ TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION		
	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:		
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining  Date: September 14, 2009  By:					
NAME (PLEASE PRINT)	PHONE NUMBER				
Danielle Piernot	720 929-6156	Regulatory Analyst			
SIGNATURE N/A		<b>DATE</b> 9/10/2009			



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047387540000

**API:** 43047387540000 Well Name: LOVE 1121-15L

Location: 1782 FSL 0778 FWL QTR NWSW SEC 15 TWNP 110S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 10/24/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not

ure revi	sion. Following is a c	necklist of so	ome items re	lated to the	e application	, which should	be verified.
	ated on private land, ed? 问 Yes 📵 No		ership chang	ed, if so, h	as the surfac	ce agreement b	een
	any wells been drille requirements for th			pposed wel No	l which woul	d affect the sp	acing or
	nere been any unit o s proposed well?			place that	could affect	the permitting	or operation
	there been any chan the proposed location			cluding ow	nership, or ı	rightof- way, w	hich could
• Has th	ne approved source o	of water for d	Irilling chang	ed? 🕘 Y	es 📵 No		
	there been any phys je in plans from wha						equire a
• Is bor	nding still in place, w	hich covers t	this proposed	l well? 🌘	_	Approved be Utah Division Oil, Gas and	on of
nature:	Danielle Piernot	Date:	9/10/2009				
Title:	Regulatory Analyst Re	epresenting:	KERR-MCGEE	OIL & GAS	ONSHOR PAL	September   September	er 14, 2009

Sig

	STATE OF UTAH		FORM 9		
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-8344-A		
SUNDF	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deeper igged wells, or to drill horizontal laterals.		7.UNIT or CA AGREEMENT NAME:		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: LOVE 1121-15L		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		<b>9. API NUMBER:</b> 43047387540000		
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	PHO treet, Suite 600, Denver, CO, 80217 3779	ONE NUMBER: 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: LOVE		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1782 FSL 0778 FWL	D DANGE MEDIDIAN		COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWSW Section: 15	5 Township: 11.0S Range: 21.0E Meridian	: S	STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	☐ ACIDIZE	ALTER CASING	☐ CASING REPAIR		
✓ NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME		
10/22/2010	CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION		
Date of Work Completion.	OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK		
	☐ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON		
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL		
☐ DRILLING REPORT	☐ WATER SHUTOFF	$\square$ SI TA STATUS EXTENSION	✓ APD EXTENSION		
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:		
Kerr-McGee Oil & G	MPLETED OPERATIONS. Clearly show all pe as Onshore, L.P. (Kerr-McGee	e) respectfully requests an	volumes, etc.		
	APD for the maximum time all		Approved by the		
undersigned	with any questions and/or co	mments. Thank you.	Utah Division of Oil, Gas and Mining		
			On, Gas and Mining		
		D	October 25, 2010		
			Million I		
		В	is: Dryst Pre		
			73		
NAME (PLEASE PRINT) Danielle Piernot	<b>PHONE NUMBER</b> 720 929-6156	TITLE Regulatory Analyst			
SIGNATURE		DATE 10/20/2010			



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047387540000

**API:** 43047387540000 Well Name: LOVE 1121-15L

Location: 1782 FSL 0778 FWL QTR NWSW SEC 15 TWNP 110S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 10/24/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

uire revis	sion. Following is a checklist of	some items related to the	e application, w	hich should be verified.
	ited on private land, has the ow ed?  Yes  No	nersnip cnanged, it so, n	as tne surrace a	igreement been
	any wells been drilled in the vio requirements for this location?		l which would a	ffect the spacing or
	nere been any unit or other agre s proposed well? 🔵 Yes 🍺	eements put in place that No	could affect the	e permitting or operation
	there been any changes to the athe the proposed location?		nership, or righ	ntof- way, which could
• Has th	e approved source of water for	drilling changed? 🔵 Y	es 📵 No	
	there been any physical change e in plans from what was discu			
• Is bon	nding still in place, which covers	s this proposed well? 🌘	Yes 🔵 No 🏻	pproved by the Jtah Division of , Gas and Mining
nature:	Danielle Piernot Date	<b>:</b> 10/20/2010		
Title:	Regulatory Analyst Representing	: KERR-MCGEE OIL & GAS	ONSHOR PALE:	October 25, 2010
	· , , .	-	, /	00.0100

Sig

By: Doddy

Sundry Number: 18669 API Well Number: 43047387540000

	STATE OF UTAH		FORM 9		
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-8344-A		
SUND	RY NOTICES AND REPORTS ON	I WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen exis ugged wells, or to drill horizontal laterals. Use A		7.UNIT or CA AGREEMENT NAME:		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: LOVE 1121-15L		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		<b>9. API NUMBER:</b> 43047387540000		
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	PHONE N treet, Suite 600, Denver, CO, 80217 3779	<b>UMBER:</b> 720 929-6515 Ext	9. FIELD and POOL or WILDCAT: LOVE		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1782 FSL 0778 FWL			COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWSW Section: 1!	IP, RANGE, MERIDIAN: 5 Township: 11.0S Range: 21.0E Meridian: S		STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPORT	, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
Kerr-McGee Oil & G extension to this A	CHANGE TO PREVIOUS PLANS  CHANGE WELL STATUS  DEEPEN  OPERATOR CHANGE  PRODUCTION START OR RESUME  REPERFORATE CURRENT FORMATION  TUBING REPAIR  WATER SHUTOFF	espectfully requests and Please contact the ents. Thank you.	NEW CONSTRUCTION   PLUG BACK   RECOMPLETE DIFFERENT FORMATION   TEMPORARY ABANDON   WATER DISPOSAL   ✓ APD EXTENSION   OTHER:   Volumes, etc.		
NAME (PLEASE PRINT) Danielle Piernot	<b>PHONE NUMBER</b> 720 929-6156	TITLE Regulatory Analyst			
SIGNATURE	/20 525-0130	DATE 9/20/2011			
N/A		∥ 2/∠U/∠UII			

Sundry Number: 18669 API Well Number: 43047387540000



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047387540000

**API:** 43047387540000 **Well Name:** LOVE 1121-15L

Location: 1782 FSL 0778 FWL QTR NWSW SEC 15 TWNP 110S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 10/24/2006

**Signature:** Danielle Piernot

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

• If located on private land, has the ownership changed, if so, has the surface agreement been updated?   Yes  No
<ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?</li> <li>Yes</li> <li>No</li> </ul>
• Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?  Yes  No
<ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?</li> <li>Yes</li> <li>No</li> </ul>
• Has the approved source of water for drilling changed?   Yes  No
<ul> <li>Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?</li> <li>Yes</li> <li>No</li> </ul>
• Is bonding still in place, which covers this proposed well?   Yes   No

**Date:** 9/20/2011

Title: Regulatory Analyst Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.



## State of Utah

#### DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

March 13, 2012

43 047 38754 LOVE 1121-15L 113 21E 15

Jenn Hawkins Kerr McGee Oil & Gas Onshore, L.P. 1099 18th Street, Suite 1800 Denver, CO 80202

Re:

APDs Rescinded for Kerr McGee Oil & Gas Onshore, L.P.

<u>Uintah County</u>

Dear Ms. Hawkins:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective March 7, 2012.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

**Environmental Scientist** 

inne Hillion

cc: Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



<b>APINumber</b>	Well Name
4304750274	NBU 727-35E
4304737762	FEDERAL 920-24G
4304750439	FEDERAL 1022-15L
4304750440	FEDERAL 1022-15K
4304750441	FEDERAL 1021-25I
4304750442	FEDERAL 1021-25M
4304750443	FEDERAL 1021-25N
4304738796	FEDERAL 1022-27K
4304738980	BITTER CREEK 1122-3N
4304737763	FEDERAL 920-24H
4304739156	NBU 1022-24O
4304736573	NBU 1022-23C
4304751040	NBU 920-22L4CS
4304751041	NBU 920-22M1BS
4304751042	NBU 920-22M4BS
4304751051	NBU 920-23L2DS
4304751052	NBU 920-23L4BS
4304738921	NBU 1022-8B-4T
4304739253	NBU 921-15L
4304738159	NBU 1022-20B
4304738169	NBU 1022-28I
4304750464	NBU 922-33N4S
4304750465	NBU 922-33O4S
4304750466	NBU 922-33P2S
4304750467	NBU 922-33P3S
4304738820	LOVE 1121-18B
4304740189	NBU 922-35IT
4304738491	NBU 1022-5H-4
4304750093	NBU 1022-34F
4304750094	NBU 1022-35M
4304750095	NBU 1022-34E
4304750097	FEDERAL 1022-27M
4304750067	NBU 921-16F3S
4304750068	NBU 921-16E4S
4304737103	FEDERAL 1022-29C
4304750127	NBU 420-29E
4304739527	NBU 1021-20F
4304739528	NBU 1021-20E
4304739530	NBU 1021-20B
4304738741	LOVE 1121-7P
4304738742	LOVE 1121-7L
4304738744	LOVE 1121-7F
4304738745	LOVE 1121-7D
4304738747	LOVE 1121-8P
4304738750	LOVE 1121-8F
<b>4</b> 304738754	LOVE 1121-15L
4304738755	LOVE 1121-15N
4304739525	NBU 1021-20H
4304738795	NBU 1022-27O
4304738807	NBU 1022-34D
4304738920	NBU 1022-4E-3
4304737547	NBU 1022-17P
4304751050	NBU 920-23L1BS
4304737907	NBU 1021-3L
4304737908	NBU 1021-3D

4304737909	NBU 1021-3H
4304737917	NBU 1021-25E
4304737911	NBU 1021-24C
4304750029	NBU 375-13E
4304750033	NBU 515-25E
4304750034	NBU 673-25E
4304750035	NBU 674-25E
4304737963	NBU 1021-3G
4304737965	NBU 1021-5D
4304737684	NBU 498-13E

### United States Department of the Interior



#### BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



MAR 2 7 2012

43 047 38754

IN REPLY REFER TO: 3160 (UTG011)

Julie Jacobson Anadarko Petroleum Corporation Kerr McGee Oil & Gas Onshore LP 1099 18<sup>th</sup> Street, Suite 600 Denver, CO 80202

Re:

Notice of Expiration
Well No. Love 1121-15L
NWSW, Sec. 15, T11S, R21E
Lintah County Litah

Uintah County, Utah Lease No. UTU-8344-A

Dear Ms. Jacobson:

The Application for Permit to Drill (APD) for the above-referenced well was approved on January 28, 2008. A two (2) year extension request of the original APD was received on January 12, 2010. The request was reviewed and the extension request was approved to January 25, 2012. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact Cindy Severson at (435) 781-4455.

Sincerely,

Jerry Kenczka

Assistant Field Manager
Lands & Mineral Resources

cc: UDOGM

RECEIVED APR 1 1 2012

DIV. OF OIL, GAS & MINING

### United States Department of the Interior



#### BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



MAR 2 7 2012

43 047 38754

IN REPLY REFER TO: 3160 (UTG011)

Julie Jacobson Anadarko Petroleum Corporation Kerr McGee Oil & Gas Onshore LP 1099 18<sup>th</sup> Street, Suite 600 Denver, CO 80202

Re:

Notice of Expiration
Well No. Love 1121-15L
NWSW, Sec. 15, T11S, R21E
Lintah County Litah

Uintah County, Utah Lease No. UTU-8344-A

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Sincerely,

Jerry Kenczka

Assistant Field Manager
Lands & Mineral Resources

cc: UDOGM

RECEIVED APR 1 1 2012

DIV. OF OIL, GAS & MINING

#### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

## SUNDRY NOTICES AND REPORTS ON WELLS JAN 1 2 2010

Lease Serial No. UTU8344A

Do not use the	io form for proposals to	dell or to e		_				
Do not use this form for proposals to drill or to re abandoned well. Use form 3160-3 (APD) for such p SUBMIT IN TRIPLICATE - Other instructions on rev			proposals BLM 6. If Ind			6. If Indian, Allottee or Tribe Name		
						7. If Unit or CA/Agr	f Unit or CA/Agreement, Name and/or No.	
1. Type of Well ☐ Oil Well ☐ Gas Well ☐ Other					8. Well Name and No. LOVE 1121-15L			
2. Name of Operator Contact: DANIELLE E PIERNOT			OT .	<del></del>	9. API Well No.			
KERR MCGEE OIL & GAS ONSHOREELMail: danielle.piernot@anadar						43-047-38754-00-X1		
3a. Address       3b. Phone N         1368 SOUTH 1200 EAST       Ph: 720-9         VERNAL, UT 84078       Fx: 720-92			29-6156	area code)		10. Field and Pool, or Exploratory LOVE		
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description	1)			11. County or Parish, and State			
Sec 15 T11S R21E NWSW 1 39 85824 N Lat, 109 56023 V						UINTAH COUNTY, UT		
12. CHECK APP	ROPRIATE BOX(ES) TO	) INDICATI	E NATUR	RE OF NO	OTICE, RI	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION			1	YPE OF A	ACTION			
Notice of Intent	Acidize	□ Dec	pen	<del> </del>	□ Product	ion (Start/Resume)	☐ Water Shut-Off	
_	☐ Alter Casing	☐ Fra	cture Treat	t	□ Reclam	ation	■ Well Integrity	
□ Subsequent Report	☐ Casing Repair	□ Nev	w Construc	ction	□ Recomp	olete	Other	
☐ Final Abandonment Notice	Change Plans	□ Plu	g and Aba	ndon	Temporarily Abandon Change to Origi			
	Convert to Injection Plug				□ Water Disposal			
testing has been completed. Final A determined that the site is ready for the Kerr-McGee Oil & Gas Onshothe maximum time allowed. Ti 28, 2008. All information remains	final inspection.) ore, L.P. (Kerr-McGee) res he APD for this location w ains the same as in the ori	pectfully req as originally ginally subm	uests an approved itted APD	extension I by the B	to this AF LM on Jar	PD for nuary	d, and the operator has	
Please contact the undersigned	ed with any questions and	or comment	ts.		VERN ENG	VAL DIOT.	ļ	
Thank you.					GEOL		, 	
					R.R			
			•		PRT			
	CONDITIONS C	)F APPROV	VAL ATT	ACHED	1.M.			
14. I hereby certify that the foregoing is	s true and correct. Electronic Submission #3 For KERR MCGEE	79967 verifie	by the B	LM Well In	formation	System		
Co	mmitted to AFMSS for prod					GXJ1461SE)	JEWED	
Name (Printed/Typed) DANIELLE	E PIERNOT		Title F	REGULAT	ORY ANA	ALYSTI		
						The same	5 2 5 200	
Signature (Electronic S				)1/12/201			L, CAS & NIHH	
	THIS SPACE FO	R FEDERA	LORS	IAIEO	-FICE US	<u> </u>	0100 - 0 -	
Approved By			<del></del>	etrole	oum E	Engineer	JAN 2 1 2010	
onditions of approval, if any, are attache rtify that the applicant holds legal or equ hich would entitle the applicant to condu	uitable title to those rights in the	not warrant or subject lease	Office					

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



### **CONDITIONS OF APPROVAL**

### Kerr McGee Oil and Gas Onshore LP.

# **Notice of Intent APD Extension**

Lease:

UTU-8344A

Well:

Love 1121-15L

Location:

NWSW Sec 15-T11S-R21E

An extension for the referenced APD is granted with the following conditions:

- 1. The extension and APD shall expire on 1/25/2012.
- 2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Ryan Angus of this office at (435) 781-4430

